

**King County FSRP**  
**Agreed Upon Procedures**  
**Comparison of Appropriations and Unadjusted Expenditures**

		1998		1999		2000		2001			
	Appropriation Remaining	Appropriation	Expended	Appropriation	Expended	Appropriation	Expended	Expended	Total Approp.	Total Expend	Unexpended Life to Date
Project Mangement	\$ (180,567)	\$ 2,090,829	\$ 925,906	\$ 799,986	\$ 1,516,793	\$ 1,696,232	\$ 1,904,526	\$ (54)	\$ 4,406,480	\$ 4,347,171	\$ 59,309
Core Financials	(12,065)	5,796,967	320,271	2,794,805	5,079,012	4,055,959	6,958,502	(951)	12,635,666	12,356,834	278,832
Payroll/Human Resources	280,674	6,752,044	5,307,950	2,386,509	4,271,773	2,244,464	2,645,514	(44,801)	11,663,691	12,180,436	(516,745)
Reporting/Info Distributio	126,814	908,040	456,090	546,664	446,447	11,666	352,196		1,593,184	1,254,733	338,451
Integration/Interops	346,420	2,645,396	642,203	(1,181,022)	624,808	(543,783)	515		1,267,011	1,267,526	(515)
Project Balance	561,276	18,193,276	7,652,420	5,346,942	11,938,833	7,464,538	11,861,253	(45,806)	31,566,032	31,406,700	159,332
Sum of untested 3441 project		1,552,004		(27)		540,559					
Total Appropriation		<u>\$ 19,745,280</u>		<u>\$ 5,346,915</u>		<u>\$ 8,005,097</u>					

**Payroll Stabilization**

New Funds Appropriated	\$ 2,088,003										
Payroll Stabilization Costs to be covered by Finance Operating Budget	1,655,989										
						2,553,983	920,967	3,743,992	3,474,950	269,042	
Totals	<u>\$ 3,743,992</u>							<u>\$ 35,310,024</u> **	<u>\$ 34,881,650</u>	<u>\$ 428,374</u> ***	

Reconciliation to FSRP Total per Appendix 1.2	Reconciliation to unadjusted project 344119
\$34,881,650	\$ 1,818,961
(1,655,989) *	1,655,989 *
<u>\$33,225,661</u>	<u>\$ 3,474,950</u>

\*\* Total appropriation is actually \$33,654,035 [(\$35,310,024 - \$1,655,989) see\*]

Amounts are shown gross so that all FSRP costs are accounted for.

\*\*\*Per KC finance personnel appropriated amounts were fully expended at July 31, 2001

\* Amount represents FSRP costs absorbed by the Finance operating budget per Ordinance 13905

**King County FSRP  
Agreed Upon Procedures  
Total of All FSRP Expenditures  
(Unadjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$1,091,153	\$2,526,706	\$860,584	\$417,530	\$4,895,973
Contract Employees	211,440	36,613	11,519		259,572
Consulting Costs	2,465,752	7,592,560	9,181,812	372,827	19,612,951
Hardware/Software	3,566,905	968,441	1,544,725	(75)	6,079,996
Floor Space	25,862	13,968	270,141		309,971
Training/Travel	30,112	128,916	122,824	(2,719)	279,133
Printing	5,084	13,427	9,404		27,915
General Administration	32,050	161,449	139,507	3,966	336,972
Miscellaneous Supplies	35,565	46,897	31,142	(1,656)	111,948
Capital	20,821	2,449			23,270
Exception--Supplies		1,142	121		1,263
Exception--Services		54,300			54,300
Exception--Interfund	167,676	391,965	587,468	85,288	1,232,397
Exception--Contingencies	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>Year to Date</b>	<u><u>\$7,652,420</u></u>	<u><u>\$11,938,833</u></u>	<u><u>\$12,759,247</u></u>	<u><u>\$875,161</u></u>	<u><u>\$33,225,661</u></u>
<b>Life to Date</b>		<u><u>\$19,591,253</u></u>	<u><u>\$32,350,500</u></u>	<u><u>\$33,225,661</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Project Management Office  
(Project # 344101)  
(Unadjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Pesonnal Costs	\$130,629	\$177,001	\$233,031		\$540,661
Contract Employees	63,818	(476)			63,342
Consulting Costs	645,424	1,325,027	1,310,611	(23)	3,281,039
Hardware/Software	51,424	825	4,017		56,266
Floor Space	24,731		254,723		279,454
Training/Travel			7,650		7,650
Printing	1,278	2,387	1,697		5,362
General Administration	4,028	3,044	144		7,216
Miscellaneous Supplies	4,574	8,985	9,354	(31)	22,882
Capital					
Exception--Supplies					
Exception--Services					
Exception--Interfund			83,299		83,299
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>	<u><u>\$925,906</u></u>	<u><u>\$1,516,793</u></u>	<u><u>\$1,904,526</u></u>	<u><u>(\$54)</u></u>	<u><u>\$4,347,171</u></u>
<b>Life to Date</b>		<u><u>\$2,442,699</u></u>	<u><u>\$4,347,225</u></u>	<u><u>\$4,347,171</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Core Financials  
(Project # 344102)  
(Unadjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$271,688	\$1,195,118	\$1,315,092		\$2,781,898
Contract Employees	3,126		13,904		17,030
Consulting Costs	4,661	2,673,438	3,813,757		6,491,856
Hardware/Software	7,188	701,826	1,477,396	(75)	2,186,335
Floor Space		896	491		1,387
Training/Travel	922	101,186	10,439	(2,398)	110,149
Printing	1,220	5,240	2,934		9,394
General Administration	4,913	136,157	134,621	3,101	278,792
Miscellaneous Supplies	5,732	21,723	17,594	(1,579)	43,470
Capital	20,821	2,449			23,270
Exception--Supplies		1,142	121		1,263
Exception--Services					
Exception--Interfund		239,837	172,153		411,990
Exception--Contingencies					
<b>Year to Date</b>	<u>\$320,271</u>	<u>\$5,079,012</u>	<u>\$6,958,502</u>	<u>(\$951)</u>	<u>\$12,356,834</u>
<b>Life to Date</b>		<u>\$5,399,283</u>	<u>\$12,357,785</u>	<u>\$12,356,834</u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Payroll/Human Resource  
(Project # 344103)  
(Unadjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$670,292	\$1,083,888	\$428,881		\$2,183,061
Contract Employees	43,376	7,649	(2,385)		48,640
Consulting Costs	1,111,844	2,717,623	2,069,022	(45,384)	5,853,105
Hardware/Software	3,432,188	258,154	7,673		3,698,015
Floor Space	1,131	13,072	14,927		29,130
Training/Travel	17,702	26,880	13,103	729	58,414
Printing	2,448	5,800	4,045		12,293
General Administration	16,274	20,416	2,519	(100)	39,109
Miscellaneous Supplies	12,709	14,714	3,652	(46)	31,029
Capital					
Exception--Supplies					
Exception--Services		54,300			54,300
Exception--Interfund	(14)	69,277	104,077		173,340
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>	<u><u>\$5,307,950</u></u>	<u><u>\$4,271,773</u></u>	<u><u>\$2,645,514</u></u>	<u><u>(\$44,801)</u></u>	<u><u>\$12,180,436</u></u>
<b>Life to Date</b>		<u><u>\$9,579,723</u></u>	<u><u>\$12,225,237</u></u>	<u><u>\$12,180,436</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Reporting/Information Distribution  
(Project # 344104)  
(Unadjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$18,395	\$70,699	\$8,243		\$97,337
Contract Employees	101,120	29,440			130,560
Consulting Costs	156,896	253,311	242,507		652,714
Hardware/Software	1,024	7,636	55,639		64,299
Floor Space					
Training/Travel	4,751	850	693		6,294
Printing	138		728		866
General Administration	2,835	185	600		3,620
Miscellaneous Supplies	3,241	1,475	542		5,258
Capital					
Exception--Supplies					
Exception--Services					
Exception--Interfund	167,690	82,851	43,244		293,785
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>	<u><u>\$456,090</u></u>	<u><u>\$446,447</u></u>	<u><u>\$352,196</u></u>		<u><u>\$1,254,733</u></u>
<b>Life to Date</b>		<u><u>\$902,537</u></u>	<u><u>\$1,254,733</u></u>	<u><u>\$1,254,733</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Integration/Interoperations  
(Project # 344105)  
(Unadjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$149				\$149
Contract Employees					
Consulting Costs	546,927	623,161			1,170,088
Hardware/Software	75,081				75,081
Floor Space					
Training/Travel	6,737				6,737
Printing					
General Administration	4,000	1,647	515		6,162
Miscellaneous Supplies	9,309				9,309
Capital					
Exception--Supplies					
Exception--Services					
Exception--Interfund					
Exception--Contingencies					
<b>Year to Date</b>	<u>\$642,203</u>	<u>\$624,808</u>	<u>\$515</u>		<u>\$1,267,526</u>
<b>Life to Date</b>		<u>\$1,267,011</u>	<u>\$1,267,526</u>	<u>\$1,267,526</u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Payroll Stabilization  
(Project # 344119)  
(Unadjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs			(\$1,124,663)	\$417,530	(\$707,133)
Contract Employees					
Consulting Costs			1,745,915	418,234	2,164,149
Hardware/Software					
Floor Space					
Training/Travel			90,939	(1,050)	89,889
Printing					
General Administration			1,108	965	2,073
Miscellaneous Supplies					
Capital					
Exception--Supplies					
Exception--Services					
Exception--Interfund			184,695	85,288	269,983
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>			<u><u>\$897,994</u></u>	<u><u>\$920,967</u></u>	<u><u>\$1,818,961</u></u>
<b>Life to Date</b>			<u><u>\$897,994</u></u>	<u><u>\$1,818,961</u></u>	



**King County FSRP  
Agreed Upon Procedures  
Total of All FSRP Expenditures  
(Adjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total project</u>
Personnel Costs	\$1,091,153	\$2,526,706	\$2,527,568	\$417,530	\$6,562,957
Contract Employees	211,440	36,613	11,519		259,572
Consulting Costs	2,860,727	7,332,763	8,877,413	418,211	19,489,114
Hardware/Software	3,563,457	1,136,696	1,667,653	(75)	6,367,731
Floor Space	43,527	170,437	113,672		327,636
Training/Travel	30,112	128,916	122,824	(2,719)	279,133
Printing	5,084	13,427	9,404		27,915
General Administration	32,050	82,201	16,579	3,966	134,796
Miscellaneous Supplies	35,565	46,897	31,142	(1,656)	111,948
Capital	20,821	2,449			23,270
Exception--Supplies		1,142	121		1,263
Exception--Services		54,300			54,300
Exception--Interfund	267,576	391,965	587,468	85,288	1,332,297
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>	<u>\$8,161,512</u>	<u>\$11,924,512</u>	<u>\$13,965,363</u>	<u>\$920,545</u>	<u>\$34,971,932</u>
<b>Life to Date</b>		<u>\$20,086,024</u>	<u>\$34,051,387</u>	<u>\$34,971,932</u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Project Management Office  
(Project # 344101)  
(Adjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$130,629	\$177,001	\$243,593		\$551,223
Contract Employees	63,818	(\$476)			63,342
Consulting Costs	721,549	1,145,014	605,322	(23)	2,471,862
Hardware/Software	47,976	825	4,017		52,818
Floor Space	42,396	156,469	98,254		297,119
Training/Travel			7,650		7,650
Printing	1,278	2,387	1,697		5,362
General Administration	4,028	3,044	144		7,216
Miscellaneous Supplies	4,574	8,985	9,354	(31)	22,882
Capital					
Exception--Supplies					
Exception--Services					
Exception--Interfund			83,299		83,299
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>	<u><u>\$1,016,248</u></u>	<u><u>\$1,493,249</u></u>	<u><u>\$1,053,330</u></u>	<u><u>(\$54)</u></u>	<u><u>\$3,562,773</u></u>
<b>Life to Date</b>		<u><u>\$2,509,497</u></u>	<u><u>\$3,562,827</u></u>	<u><u>\$3,562,773</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Core Financials  
(Project # 344102)  
(Adjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$271,688	\$1,195,118	\$1,314,857		\$2,781,663
Contract Employees	3,126		13,904		17,030
Consulting Costs	4,661	3,099,751	3,813,757		6,918,169
Hardware/Software	7,188	870,081	1,600,324	(75)	2,477,518
Floor Space		896	491		1,387
Training/Travel	922	101,186	10,439	(2,398)	110,149
Printing	1,220	5,240	2,934		9,394
General Administration	4,913	56,909	11,693	3,101	76,616
Miscellaneous Supplies	5,732	21,723	17,594	(1,579)	43,470
Capital	20,821	2,449			23,270
Exception--Supplies		1,142	121		1,263
Exception--Services					
Exception--Interfund		239,837	172,153		411,990
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>	<u><u>\$320,271</u></u>	<u><u>\$5,594,332</u></u>	<u><u>\$6,958,267</u></u>	<u><u>(\$951)</u></u>	<u><u>\$12,871,919</u></u>
<b>Life to Date</b>		<u><u>\$5,914,603</u></u>	<u><u>\$12,872,870</u></u>	<u><u>\$12,871,919</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Payroll/Human Resource  
(Project # 344103)  
(Adjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$670,292	\$1,083,888	\$429,549		\$2,183,729
Contract Employees	43,376	7,649	(2,385)		48,640
Consulting Costs	1,196,512	2,465,687	2,469,912		6,132,111
Hardware/Software	3,432,188	258,154	7,673		3,698,015
Floor Space	1,131	13,072	14,927		29,130
Training/Travel	17,702	26,880	13,103	729	58,414
Printing	2,448	5,800	4,045		12,293
General Administration	16,274	20,416	2,519	(100)	39,109
Miscellaneous Supplies	12,709	14,714	3,652	(46)	31,029
Capital					
Exception--Supplies					
Exception--Services		54,300			54,300
Exception--Interfund	99,886	69,277	104,077		273,240
Exception--Contingencies					
<b>Year to Date</b>	<u><u>\$5,492,518</u></u>	<u><u>\$4,019,837</u></u>	<u><u>\$3,047,072</u></u>	<u><u>\$583</u></u>	<u><u>\$12,560,010</u></u>
<b>Life to Date</b>		<u><u>\$9,512,355</u></u>	<u><u>\$12,559,427</u></u>	<u><u>\$12,560,010</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Reporting/Information Distribution  
(Project # 344104)  
(Adjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$18,395	\$70,699	\$8,243		\$97,337
Contract Employees	101,120	29,440			130,560
Consulting Costs	162,656	247,551	242,507		652,714
Hardware/Software	1,024	7,636	55,639		64,299
Floor Space					
Training/Travel	4,751	850	693		6,294
Printing	138		728		866
General Administration	2,835	185	600		3,620
Miscellaneous Supplies	3,241	1,475	542		5,258
Capital					
Exception--Supplies					
Exception--Services					
Exception--Interfund	167,690	82,851	43,244		293,785
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>	<u><u>\$461,850</u></u>	<u><u>\$440,687</u></u>	<u><u>\$352,196</u></u>	<u><u>          </u></u>	<u><u>\$1,254,733</u></u>
<b>Life to Date</b>		<u><u>\$902,537</u></u>	<u><u>\$1,254,733</u></u>	<u><u>\$1,254,733</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Integration/Interoperations  
(Project # 344105)  
(Adjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs	\$149				\$149
Contract Employees					
Consulting Costs	775,349	374,760			1,150,109
Hardware/Software	75,081				75,081
Floor Space					
Training/Travel	6,737				6,737
Printing					
General Administration	4,000	1,647	515		6,162
Miscellaneous Supplies	9,309				9,309
Capital					
Exception--Supplies					
Exception--Services					
Exception--Interfund					
Exception--Contingencies					
<b>Year to Date</b>	<u><u>\$870,625</u></u>	<u><u>\$376,407</u></u>	<u><u>\$515</u></u>	<u><u></u></u>	<u><u>\$1,247,547</u></u>
<b>Life to Date</b>		<u><u>\$1,247,032</u></u>	<u><u>\$1,247,547</u></u>	<u><u>\$1,247,547</u></u>	

**King County FSRP  
Agreed Upon Procedures  
Project Balances for  
Payroll Stabilization  
(Project # 344119)  
(Adjusted)**

Cost Category	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total Project</u>
Personnel Costs			\$531,326	\$417,530	\$948,856
Contract Employees					
Consulting Costs			1,745,915	418,234	2,164,149
Hardware/Software					
Floor Space					
Training/Travel			90,939	(1,050)	89,889
Printing					
General Administration			1,108	965	2,073
Miscellaneous Supplies					
Capital					
Exception--Supplies					
Exception--Services					
Exception--Interfund			184,695	85,288	269,983
Exception--Contingencies	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>Year to Date</b>	<u>          </u>	<u>          </u>	<u>\$2,553,983</u>	<u>\$920,967</u>	<u>\$3,474,950</u>
<b>Life to Date</b>			<u>\$2,553,983</u>	<u>\$3,474,950</u>	

**King County FSRP  
Agreed Upon Procedures  
Hardware/Software Purchased for Each Project  
(Unadjusted)**

<b>Pur. Date</b>	<b>Description</b>	<b>Cost</b>
<b><u>Project 344101, PMO</u></b>		
03/31/98	Compaq Proliant 6500 Rack 6/200 128MB	\$ 37,335
06/22/98	Pentium II 300Mhz, 11.5GB, V775: Pentium II 300Mhz	5,568
	Amt of Hardware/Software Not Verified	8,521
	<b>Total 344101 for 1998</b>	<b><u>51,424</u></b>
	Amt of Hardware/Software Not Verified	825
	<b>Total 344101 for 1999</b>	<b><u>825</u></b>
11/30/00	3 Channel FSE SCSI Raid Controller With 3 Yr Warranty	3,853
	Amt of Hardware/Software Not Verified	164
	<b>Total 344101 for 2000</b>	<b><u>4,017</u></b>
	<b>Total 344101</b>	<b><u>\$ 56,266</u></b>
<b><u>Project 344102, Core Financials</u></b>		
03/23/98	4 Pentium II-266Mhz, 64MB, 8GB, IDE, 17" V775	\$ 2,733
07/08/98	1-S&F 14Bay Deluxe Nwk CD Tower	3,448
	Amt of Hardware/Software Not Verified	1,007
	<b>Total 344102 for 1998</b>	<b><u>7,188</u></b>
06/04/99	9GB 7200 rpm UltraSCSI Disk Drive	2,636
10/06/99	AlphaServer 8400, AlphaServer 8200/8400 Upgrade	3,285
04/20/99	Enterprise Storage Array 1000	81,155
09/24/99	2-DS20 Servers, ESA 10000 Single	204,218
12/09/98	2-Pentium II 300Mhz, 128MB, 6.4GB, V 75	3,701
05/05/99	13-Pentium II, 128MB, 8.4GB, View G773	22,292
11/18/99	8-Pentium II, 128MB, 8.4GB, View G773	14,092
09/21/99	IBM RS6000	7,425
06/16/99	Compaq Priority Service Plan 9X5 4-Hour 3 Yrs	2,927
09/17/99	SAP Software	19,809
03/20/99	7 Licenses for WinZip 7.0	154
05/18/99	SAP Software	200,085
06/01/99	MS Project 98 32-Bit Win W/SR1 CD	1,194
	Amt of Hardware/Software Not Verified	138,853
	<b>Total 344102 for 1999</b>	<b><u>701,826</u></b>



**King County FSRP  
Agreed Upon Procedures  
Hardware/Software Purchased for Each Project  
(Unadjusted)**

<b>Pur. Date</b>	<b>Description</b>	<b>Cost</b>
02/08/00	LaserJet 8100DN, 2000 Sheet Input Tray	4,462
02/22/00	4-Compaq AlphaServer	589,396
01/17/00	2-IBM RS6000	12,750
02/15/00	SAP Software	800,339
02/15/00	SAP Software, On-Demand Personnel	55,025
10/28/99	MS Select License Activity 10/99	154
	Amt of Hardware/Software Not Verified	15,270
	<b>Total 344102 for 2000</b>	<b>1,477,396</b>
	Amt of Hardware/Software Not Verified	\$ (75)
	<b>Total 344102 for 2001</b>	<b>(75)</b>
	<b>Total 344102</b>	<b>\$ 2,186,335</b>

**Project 344103, Payroll/Human Resources**

12/22/97	Software Licese Fees for Oracle Run-Time	\$ 13,417
12/22/97	Software Licese Fees for Oracle Run-Time	6,817
12/22/97	Software License fees for Public Sector-HR	1,623,000
09/10/98	Troy 540 MICR Laser Printer	37,407
09/18/98	AlphaServer 8400, AlphaServer 8200/8400 Upgrade	700,358
10/14/98	2-Pentium II 300Mhz, 64MB, 6.4GB, View V75	3,573
10/15/98	15-Pentium II 300Mhz, 64MB, 6.4GB, View V75	23,604
12/22/97	Software License fees for Public Sector-HR	325,800
	Amt of Hardware/Software Not Verified	698,212
	<b>Total 344103 for 1998</b>	<b>3,432,188</b>
01/12/99	4-Pentium II 300Mhz, 128MB, 6.4GB, V75	7,254
06/16/99	7-Computer Upgrade Kits	4,675
06/08/99	3-Compaq Priority Service Plan 9X5 4-Hour 3 Yrs	8,780
04/22/99	3-Compaq Proliant 1600 6/350 646 MB Servers	22,821
	Peoplesoft Software Maintenance	276,930
	Amt of Hardware/Software Not Verified	(62,306)
	<b>Total 344103 for 1999</b>	<b>258,154</b>
02/01/00	3-Pentium II 400Mhz, 128MB, 13GB, V G773	4,428
04/14/00	Annual Maintenace Contract Troy 540 Checkprinters	3,245
	<b>Total 344103 for 2000</b>	<b>7,673</b>
	<b>Total 344103</b>	<b>\$ 3,698,015</b>

**King County FSRP  
Agreed Upon Procedures  
Hardware/Software Purchased for Each Project  
(Unadjusted)**

<b>Pur. Date</b>	<b>Description</b>	<b>Cost</b>
<b><u>Project 344104, Information Distribution/Reporting</u></b>		
	Amt of Hardware/Software Not Verified	\$ 1,024
	<b>Total 344104 for 1998</b>	<b>1,024</b>
06/02/99	4.3GB 7200RPM Ultra SCSI 16Bit Disk Drive	646
04/01/99	Adaptec 1-Channel Raid Kit PCI	483
01/29/99	3-Annual Technical Support NoetixViews for GL	2,100
02/24/99	MSDN Universal	2,203
03/11/99	Diskeeper V4 Winnt 4.0/3.51 Svr 10 Lic PK	825
	Amt of Hardware/Software Not Verified	1,379
	<b>Total 344104 for 1999</b>	<b>7,636</b>
05/01/00	1-Fujitsu 13GB IDE HD	144
	1-Server	49,272
	Amt of Hardware/Software Not Verified	6,223
	<b>Total 344104 for 2000</b>	<b>55,639</b>
	<b>Total 344104</b>	<b>\$ 64,299</b>
<b><u>Project 344105, Interoperations</u></b>		
06/16/98	Convoy/DM Software: Annual Support	\$ 69,000
	Amt of Hardware/Software Not Verified	6,081
	<b>Total 344105 for 1998</b>	<b>75,081</b>
	<b>Total 344105</b>	<b>\$ 75,081</b>
<b><u>Total Assets FSRP:</u></b>		
	Purchases Verified to Supporting Documents	\$ 5,264,818
	Purchased not Verified	815,178
	<b>Grand Total</b>	<b>\$ 6,079,996</b>

**King County FSRP**  
**Agreed Upon Procedures Report**  
**Summary of Physically Identified Assets**  
**(Unadjusted)**

Pur Date	Description	Cost	Cost Idle Equip	Cost Damaged Equip	Cost Missing Equip
03/31/98	Compaq Proliant 6500 Rack 6/200 128MB	37,335			
06/22/98	Pentium II 300Mhz, 11.5GB, V775: Pentium II 300Mhz	5,568		5,568	
11/30/00	3 Channel FSE SCSI Raid Controller With 3 Yr Warranty	3,853	3,853		
03/23/98	4 Pentium II-266Mhz, 64MB, 8GB, IDE, 17" V775	2,733	2,733		
07/08/98	1-S&F 14Bay Deluxe Nwk CD Tower	3,448			3,448
06/04/99	9GB 7200 rpm UltraSCSI Disk Drive	2,636			
10/06/99	AlphaServer 8400, AlphaServer 8200/8400 Upgrade	3,285	3,285		
04/20/99	Enterprise Storage Array 1000	81,155			
09/24/99	2-DS20 Servers	204,218	204,218		
12/09/98	2-Pentium II 300Mhz, 128MB, 6.4GB, V 75	3,701	3,701		
05/05/99	13-Pentium II, 128MB, 8.4GB, View G773	22,292	13,718		
11/18/99	8-Pentium II, 128MB, 8.4GB, View G773	14,092	5,284		1,761
09/21/99	IBM RS6000	7,425			
06/16/99	Compaq Priority Service Plan 9X5 4-Hour 3 Yrs	2,927			
09/17/99	SAP Software	19,809	19,809		
03/20/99	7 Licenses for WinZip 7.0	154			
05/18/99	SAP Software	200,085	200,085		
06/01/99	MS Project 98 32-Bit Win W/SR1 CD	1,194			
02/08/00	LaserJet 8100DN, 2000 Sheet Input Tray	4,462	4,462		
02/22/00	4-Compaq AlphaServer ES40 6/500	589,396			
01/17/00	2-IBM RS6000	12,750			
02/15/00	SAP Software	800,339	800,339		
02/15/00	SAP Software, On-Demand Personnal Navigation	55,025	55,025		
10/28/99	MS Select License Activity 10/99	154			
12/22/97	Software Licese Fees for Oracle Run-Time	13,417	13,417		
12/22/97	Software Licese Fees for Oracle Run-Time	6,817	6,817		

**King County FSRP**  
**Agreed Upon Procedures Report**  
**Summary of Physically Identified Assets**  
**(Unadjusted)**

Pur Date	Description	Cost	Cost Idle Equip	Cost Damaged Equip	Cost Missing Equip
12/22/97	Software License fees for Public Sector-HR	1,623,000			
09/10/98	Troy 540 MICR Laser Printer	37,407			
09/18/98	AlphaServer 8400, AlphaServer 8200/8400 Upgrade	700,358	522,058		
10/14/98	2-Pentium II 300Mhz, 64MB, 6.4GB, View V75	3,573	1,786		
10/15/98	15-Pentium II 300Mhz, 64MB, 6.4GB, View V75	23,604	6,295		
12/22/97	Software License fees for Public Sector-HR	325,800			
01/12/99	4-Pentium II 300Mhz, 128MB, 6.4GB, V75	7,254	1,814		
06/16/99	7-Computer Upgrade Kits	4,675			
06/08/99	3-Compaq Priority Service Plan 9X5 4-Hour 3 Yrs	8,780			
04/22/99	3-Compaq Proliant 1600 6/350 646 MB Servers	22,821			
	Peoplesoft Software Maintenance	276,930			
02/01/00	3-Pentium II 400Mhz, 128MB, 13GB, V G773	4,428			
04/14/00	Annual Maintenace Contract Troy 540 Checkprinters	3,245			
06/02/99	4.3GB 7200RPM Ultra SCSI 16Bit Disk Drive	646			
04/01/99	Adaptec 1-Channel Raid Kit PCI	483			
01/29/99	3-Annual Technical Support NoetixViews for GL	2,100			
02/24/99	MSDN Universal	2,203			
03/11/99	Diskeeper V4 Winnt 4.0/3.51 Svr 10 Lic PK	825			
05/01/00	1-Fujitsu 13GB IDE HD	144			
	1-Server	49,272			
06/16/98	Convoy/DM Software: Annual Support	69,000	69,000		
	Total	5,264,818	1,937,699	5,568	5,209
	Cost of Items Not Verified	815,178			
	Total Hardware/Software	6,079,996	1,937,699	5,568	5,209

**King County FSRP  
Agreed Upon Procedures Report  
Summary Report of Personnel Costs  
(Unadjusted)**

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total</u>
<b>Project 344101 - Program Management Office</b>					
Salaries	\$53,672	\$19,125	\$15,028		\$87,825
TLT	39,681	104,578	105,769		250,028
Overtime	310	2,296	2,256		4,862
Loan in/out labor			(1,506)		(1,506)
PTO	12,891	18,696	47,721		79,308
Benefits	24,075	32,306	63,763		120,144
Sub Total	<u>\$130,629</u>	<u>\$177,001</u>	<u>\$233,031</u>		<u>\$540,661</u>
<b>Project 344102 - Core Financials Project</b>					
Salaries	\$202,799	\$553,784	\$477,872		\$1,234,455
TLT	40	277,519	388,270		665,829
Overtime	1,553	4,600	26,261		32,414
Loan in/out labor		53,957	126,808		180,765
PTO	17,696	93,426	121,817		232,939
Benefits	49,600	211,832	174,064		435,496
Sub Total	<u>\$271,688</u>	<u>\$1,195,118</u>	<u>\$1,315,092</u>		<u>\$2,781,898</u>
<b>Project 344103 - Payroll/Human Resource Project</b>					
Salaries	\$210,493	\$346,973	\$87,711		\$645,177
TLT	211,635	380,251	218,123		810,009
Overtime	9,213	79,456	6,891		95,560
Loan in/out labor	82,098	7,662			89,760
PTO	44,129	79,976	49,733		173,838
Benefits	112,724	189,570	66,423		368,717
Sub Total	<u>\$670,292</u>	<u>\$1,083,888</u>	<u>\$428,881</u>		<u>\$2,183,061</u>
<b>Project 344104 - Information Distribution/Reporting</b>					
Salaries	\$9,249	\$28,458	\$7,334		\$45,041
TLT	1,833	21,693			23,526
Overtime					
Loan in/out labor					
PTO	2,663	6,865	734		10,262
Benefits	4,650	13,683	175		18,508
Sub Total	<u>\$18,395</u>	<u>\$70,699</u>	<u>\$8,243</u>		<u>\$97,337</u>

**King County FSRP  
Agreed Upon Procedures Report  
Summary Report of Personnel Costs  
(Unadjusted)**

	<u>1998</u>	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>Total</u>
<b>Project 344105 - Inegration-Interoperations Project</b>					
Salaries	\$121				\$121
TLT					
Overtime					
Loan in/out labor					
PTO	3				3
Benefits	25				25
Sub Total	<u>\$149</u>				<u>\$149</u>
<b>Project 344119 - Payroll Stabilization</b>					
Salaries			\$352,136	\$58,681	\$410,817
TLT			83,490	173,825	257,315
Overtime			504		504
Loan in/out labor			(1,647,315)	39,477	(1,607,838)
PTO			35,870	62,528	98,398
Benefits			50,652	83,019	133,671
Sub Total			<u>(\$1,124,663)</u>	<u>\$417,530</u>	<u>(\$707,133)</u>
Grand Total	<u>\$1,091,153</u>	<u>\$2,526,706</u>	<u>\$860,584</u>	<u>\$417,530</u>	<u>\$4,895,973</u>

Note: This schedul shows personnel costs only. It does not include costs  
for contract employees.

**King County FSRP  
Agreed Upon Procedures Report  
Consulting Contracts Summary  
(Unadjusted)**

	Contract Amounts	Expenditures			Total
		1998	1999	2000	
<b>KPMG</b>					
Original Contract	\$2,505,800	\$607,007	\$1,235,295	\$663,498	\$2,505,800
Amendment #1	8,800		8,800		8,800
Amendment #2	1,692,134		246,343	1,445,790	1,692,133
Amendment #3	600,000			600,000	600,000
Amendment #4					
Amendment #5	1,746,000			930,836	930,836
Amendment #6					
Amendment #7					
Amendment #8	1,100,000				
Total	<u>\$7,652,734</u>	<u>\$607,007</u>	<u>\$1,490,438</u>	<u>\$3,640,124</u>	<u>\$5,737,569</u>
<b>BrightStar</b>					
Original Contract	\$5,558,618		\$2,974,632	\$2,583,986	\$5,558,618
Change Order #1	17,250		16,597		16,597
Change Order #2	15,600		15,600		15,600
Change Order #3	816,820			798,348	798,348
Change Order #4	97,000			97,000	97,000
Change Order #5	187,200		26,000	140,400	166,400
Change Order #6	18,000			5,409	5,409
Change Order #7	18,000			10,875	10,875
Change Order #8	60,125			39,775	39,775
Change Order #9	22,500			20,374	20,374
Change Order #10					
Change Order #11					
Total	<u>\$6,811,113</u>	<u></u>	<u>\$3,032,829</u>	<u>\$3,696,167</u>	<u>\$6,728,996</u>
<b>PeopleSoft</b>					
Original Contract - PO	\$2,000,000	\$1,179,192	\$579,651	\$45,938	\$1,804,781
Work Order #1 - Carrera	25,000	24,901			24,901
Work Order #2 - Carrera	49,000	49,000			49,000
Work Order #3 - Carrera	112,000	112,000			112,000
Work Order #4 - Carrera	111,700	71,227	40,473		111,700
Work Order #5 - Carrera	116,950		116,950		116,950
Work Order #6 - Carrera	127,200		127,200		127,200
Work Order #7 - Carrera	28,000		28,000		28,000
Work Order #8 - Carrera	56,000		56,000		56,000
Work Order #9 - Carrera	24,000		24,000		24,000
Work Order #10 - Carrera	297,200		297,200		297,200
Work Order #11 - Carrera	201,950		217,113		217,113
Total	<u>\$3,149,000</u>	<u>\$1,436,320</u>	<u>\$1,486,587</u>	<u>\$45,938</u>	<u>\$2,968,845</u>
<b>Pacific Consulting Group</b>					
Original Contract	\$225,000	\$55,787	\$99,726	\$69,487	\$225,000
Amendment #1	107,785			107,785	107,785
Amendment #2	131,500			131,500	131,500
Amendment #3	3,029			1,209	1,209
Total	<u>\$467,314</u>	<u>\$55,787</u>	<u>\$99,726</u>	<u>\$309,981</u>	<u>\$465,494</u>
Other FSRP Contracts		\$ 366,638.0	\$ 1,548,322	\$ 2,195,640	\$ 4,110,600
Less Non FSRP Project Costs			(65,342)	(706,038)	(771,380)
Subtotal		<u>\$2,465,752</u>	<u>\$7,592,560</u>	<u>\$9,181,812</u>	<u>\$19,240,124</u>
Year 2001, Other Contracts					\$372,827
Total Consulting Contracts Payments					<u>\$19,612,951</u>

**King County FSRP  
Agreed Upon Procedures Report**

**QUESTIONED COSTS**

<b>Cost Category</b>	<b>Reference</b>	<b>Noncompliance with Policy</b>	<b>Supporting Documents Missing</b>
Hardware/Software	A. 1.	\$ 955	\$
Personnel Costs	B. 3.	160	
Personnel Costs	B. 5.		520
Consulting Costs	C. 2.	279	
Consulting Costs	C. 3.	2,688	
Consulting Costs	C. 5.	65,342	
Consulting Costs	C. 6.	1,692,134	
Consulting Costs	C. 7.	10,612	
Consulting Costs	C. 10.	438,038	
Consulting Costs	C. 11.	3,600	
Consulting Costs	C. 12.	4,176	
Consulting Costs	C. 13.	2,625	
Consulting Costs	C. 14.	1,149,000	
Consulting Costs	C. 15.	73,625	
Consulting Costs	C. 16.	11,600	
Consulting Costs	C. 17.	25,800	
Consulting Costs	C. 19.	261	
Consulting Costs	C. 20.	113,076	
Consulting Costs	C. 21.		91,325
Consulting Costs	C. 28.		17,318
Adjusting Journal Entries	D. 1.	15,000	
Adjusting Journal Entries	D. 2.		61,550
Other Expenses	E. 1.		12,015
Subtotal		<u>\$ 3,608,971</u>	<u>\$ 182,728</u>
Total Questioned Costs			<u>\$ 3,791,699</u>



**King County FSRP  
Agreed Upon Procedures  
Proposed Adjusting Journal Entries  
January 1998 - June 2001**

**Entries Affecting 1998**

<b>Finding #</b>	<b>AJE #</b>	<b>Project</b>	<b>Description</b>	<b>Dr.</b>	<b>Cr.</b>
<b>C.1.</b>	<b>101</b>	XXXXXX	Accounts Payable	\$46,738	
		344101	Consulting Expenses		\$46,738
		To reverse overstatement of YE accrual of consulting expenses in 1998.			
<b>C.4.</b>	<b>102</b>	344101	Consulting Expenses	\$122,863	
		344103	Consulting Expenses	\$113,021	
		344103	Consulting Expenses	\$71,547	
		XXXXXX	Accounts Payable		\$307,431
		To accrue consulting expenses for services rendered in 1998.			
<b>C.4.</b>	<b>103</b>	344104	Consulting Expenses	\$5,760	
		XXXXXX	Accounts Payable		\$5,760
		To accrue consulting expenses for services rendered in 1998.			
<b>C.4.</b>	<b>104</b>	344105	Consulting Expenses	\$186,183	
		344105	Consulting Expenses	\$62,218	
		XXXXXX	Accounts Payable		\$248,401
		To accrue consulting expenses for services rendered in 1998.			
<b>A.4.</b>	<b>105</b>	XXXXXX	Accounts receivable	\$3,448	
		344101	EDP Hardware		\$3,448
		To reduce hardware account due to the fact that this piece of equipment was returned by King County			
<b>D.5.</b>	<b>106</b>	344103	Exception-interfund	\$99,900	
		344103	Consulting		\$99,900
		To reclass loaned labor cost erroneously posted to consulting line expense.			
<b>D.4.</b>	<b>107</b>	344101	Floor space	\$17,665	
		XXXXXX	Accounts Payable		\$17,665
		To charge the FSRP project rent for 5 months in 1998 originally posted to operating.			
<b>C.4.</b>	<b>108</b>	XXXXXX	Accounts Payable	\$19,979	
		344105	Consulting Expenses		\$19,979
		To remove 1997 consulting services recorded in 1998.			

See notes on 6 of 6

**King County FSRP**  
**Agreed Upon Procedures**  
**Proposed Adjusting Journal Entries**  
**January 1998 - June 2001**  
**Entries Affecting 1999**

<b>Finding #</b>	<b>AJE #</b>	<b>Project</b>	<b>Description</b>	<b>Dr.</b>	<b>Cr.</b>
<b>C.1.</b>	<b>201</b>	344101	Consulting Expenses	\$46,738	
		XXXXXX	Accounts Payable		\$46,738
		To reverse entry 101.			
<b>C.1.</b>	<b>202</b>	XXXXXX	Accounts Payable	\$245,728	
		344101	Consulting Expenses		\$103,888
		344103	Consulting Expenses		\$141,840
		To reverse overstatement of YE accrual of consulting expenses in 1999.			
<b>C.9.</b>	<b>203</b>	344102	Consulting Expenses	\$426,312	
		XXXXXX	Accounts Payable		\$426,312
		To record retainage expenses not recorded in 1999.			
<b>C.4.</b>	<b>204</b>	XXXXXX	Accounts Payable	\$307,431	
		344101	Consulting Expenses		\$122,863
		344103	Consulting Expenses		\$113,021
		344103	Consulting Expenses		\$71,547
		To reverse entry 102.			
<b>C.4.</b>	<b>205</b>	344103	Consulting Expenses	\$37,787	
		344103	Consulting Expenses	\$16,256	
		344103	Consulting Expenses	\$20,429	
		XXXXXX	Accounts Payable		\$74,472
		To accrue consulting expenses for services rendered in 1999			
<b>C.4.</b>	<b>206</b>	XXXXXX	Accounts Payable	\$5,760	
		344104	Consulting Expenses		\$5,760
		To reverse entry 103.			
<b>C.4.</b>	<b>207</b>	XXXXXX	Accounts Payable	\$248,401	
		344105	Consulting Expenses		\$186,183
		344105	Consulting Expenses		\$62,218
		To reverse entry 104.			

See notes on 6 of 6

**King County FSRP  
Agreed Upon Procedures  
Proposed Adjusting Journal Entries  
January 1998 - June 2001**

**Entries Affecting 1999**

<b>Finding #</b>	<b>AJE #</b>	<b>Project</b>	<b>Description</b>	<b>Dr.</b>	<b>Cr.</b>
<b>A.7.</b>	<b>208</b>	344102	EDP/Software	\$90,769	
		XXXXXX	Accounts Payable		\$90,769
		To record sales tax that was not originally paid for the purchase of SAP			
<b>D.3.</b>	<b>209</b>	344101	Floor space	\$156,469	
		XXXXXX	Accounts Payable		\$156,469
		1999 rent expense was charged to the project 344101 in FY2000. This entry			
<b>A.5.</b>	<b>210</b>	XXXXXX	Misc. Exp.	\$1,761	
		344102	EDP Hardware		\$1,761
		To properly record a computer that is missing.			
<b>A.3.</b>	<b>211</b>	344102	EDP Hardware	\$79,248	
		344102	General & Admin.		\$79,248
		To rerecord 3 year maintenance contract to proper account			
<b>A.8.</b>	<b>212</b>	344102	EDP Software	\$7,425	
		344102	EDP Hardware		\$7,425
		To rerecord software that was originally capitalized in the hardware account			

See notes on 6 of 6

**King County FSRP  
Agreed Upon Procedures  
Proposed Adjusting Journal Entries  
January 1998 - June 2001**

**Entries Affecting 2000**

<b>Finding #</b>	<b>AJE #</b>	<b>Project</b>	<b>Description</b>	<b>Dr.</b>	<b>Cr.</b>
<b>C.1.</b>	<b>301</b>	344101	Consulting Expenses	\$103,888	
		344103	Consulting Expenses	\$96,456	
		XXXXXX	Accounts Payable		\$200,344
		To adjust the understatement of consulting expenses resulting from reversal of client's year end accrual in 2000			
<b>C.8.</b>	<b>302</b>	XXXXXX	Finance Operating	\$3,959	
		344101	Consulting Expenses		\$3,959
		To remove non project legal expense to operating.			
<b>C.9.</b>	<b>303</b>	XXXXXX	Accounts Payable	\$426,312	
		344101	Consulting Expenses		\$426,312
		To reverse entry 203.			
<b>C.4.</b>	<b>304</b>	XXXXXX	Accounts Payable	\$74,472	
		344103	Consulting Expenses		\$37,787
		344103	Consulting Expenses		\$16,256
		344103	Consulting Expenses		\$20,429
		To reverse entry 205.			
<b>B.6.</b>	<b>305</b>	XXXXXX	Misc. Operating Exp	\$469	
		344101	Personnel Costs		\$234
		344102	Personnel Costs		\$235
		To reverse excess pay roll costs charged to FSRP in 2000.			
<b>C.22.</b>	<b>306</b>	344103	Consulting Expenses	\$378,906	
		344101	Consulting Expenses		\$378,906
		To reclass to proper account.			
<b>B.7.</b>	<b>307</b>	344101	Personnel Costs	\$9,520	
		XXXXXX	Misc. Operating Exp		\$9,520
		To charge FSRP payroll costs that were erroneously posted to operating.			
<b>B.3.</b>	<b>308</b>	344101	Personnel Costs	\$1,276	
		344103	Personnel Costs	\$668	
		XXXXXX	Misc. Operating Exp		\$1,944
		To charge FSRP payroll costs that were erroneously posted to operating.			
		See notes on 6 of 6			

**King County FSRP  
Agreed Upon Procedures  
Proposed Adjusting Journal Entries  
January 1998 - June 2001**

<b>Entries Affecting 2000</b>					
<b>Finding #</b>	<b>AJE #</b>	<b>Project</b>	<b>Description</b>	<b>Dr.</b>	<b>Cr.</b>
<b>D.3.</b>	<b>309</b>	XXXXXX	Accounts Payable	\$156,469	
		344101	Floor space		\$156,469
1999 rent expense was charged to the project 344101 in FY2000. This entry along with entry # 209 reverses 1999 expense from FY 2000 and charges is to FY 1999					
<b>A.3.</b>	<b>310</b>	344102	EDP Hardware	\$122,928	
		344102	General & Administrative		\$122,928
To readjust 3 yr maintenance contract to proper account.					
<b>A.8.</b>	<b>311</b>	344102	EDP Software	\$12,750	
		344102	EDP Hardware		\$12,750
To rerecord software that was originally capitalized in the hardware account.					

**Entry Affecting Financial Schedules in the Agreed Upon Procedures Report Only**

<b>D.6.</b>	<b>312</b>	344119	Personnel Costs	\$1,655,989	
		XXXXXX	Miscellaneous Expenses		\$1,655,989
To reverse the entry made to transfer payroll stabilization cost to the finance operating budget per Ordinance 13905. Entry is made so the financial schedules included in this report include all costs identified as FSRP. This entry is not proposed for posting to the King County financial records.					

See notes on 6 of 6

**King County FSRP  
Agreed Upon Procedures  
Proposed Adjusting Journal Entries  
January 1998 - June 2001**

<b>Entry Affecting 2001</b>					
<b>Finding #</b>	<b>AJE #</b>	<b>Project</b>	<b>Description</b>	<b>Dr.</b>	<b>Cr.</b>
<b>C.1.</b>	<b>401</b>	344103	Consulting Expenses	\$45,384	
		XXXXXX	Accounts Payable		\$45,384
To adjust a portion of the understatement of \$141,840 consulting expense resulting from the county's annual automatic reversal entry and the use of an					

- Notes: 1 Project # are assigned to the portion of the proposed adjusting journal entries that impact financial schedule 1.3-1.8 XXXXXX is the designation given to those portions of proposed adjusting entries that do not impact those financial schedules.
- 2 Adjusting journal entries are proposed to the FSRP financial schedules (1.2-1.15) on which we were asked to apply the agreed upon procedures. Therefore, they have been recorded as adjustments to line items on these schedules rather than to general ledger accounts.

**King County FSRP  
Agreed Upon Procedures Report**

**LIST OF MISSING DOCUMENTS**

<b>Finding</b>	<b>Cost Category</b>	<b>Document</b>	<b>Date</b>	<b>Amount</b>
A. 2	Hardware/ Software Costs	Inv # 41560 – Right Systems	07/26/00	\$ 49,272
		Inv# 185672 – PeopleSoft	02/18/99	276,930
C. 21	Consulting Costs	Inv # M22176 – KPMG Pete Marwick *	06/09/98	192
		Inv # M22103 – KPMG Pete Marwick *	07/16/98	106
		Inv # M28266 – KPMG Pete Marwick *	10/29/98	222
		Inv # M28289 – KPMG Pete Marwick *	12/04/98	266
		Inv # M28317 – KPMG Pete Marwick *	01/22/99	151
		Inv # M30041 – KPMG Pete Marwick *	05/12/99	1,080
		Inv # 40170972 – KPMG Pete Marwick *	02/10/00	43,668
		Inv # 175056 – PeopleSoft USA *	12/28/98	734
		Inv # 9642 – PeopleSoft USA *	01/05/99	8,294
		Inv # 194602 – PeopleSoft USA *	04/07/99	5,833
		Inv # 4947 – PeopleSoft USA *	07/01/99	3,662
		Inv # 5014 – PeopleSoft USA *	08/04/99	3,213
		Inv # 4607 – PeopleSoft USA *	12/03/98	13,975
		Inv # 61956 – ARIS Corporation *	09/15/98	9,929
C. 28		Inv # P97-20001 – Operations Mgmt	10/07/97	17,318
D. 2	Adjusting Journal Entries	Trnfr to OHRM-Staff SPPT on payroll **	10/31/98	50,000
		ITS Digital Capacity Planner Purchase **	12/31/98	11,550
E. 1.	Other Expenses	Inv # 106655 – BEST Consulting	10/27/98	4,140
		Inv # 106902 – BEST Consulting	10/27/98	4,275
		Inv # 106075 – BEST Consulting	10/27/98	3,600

\* The consulting invoices were available, only detail to support out-of-pocket expenses was not.

\*\* The journal vouchers were available, only detail to support the journal entries was missing.

Note: All amounts on this appendix are included as questioned costs except for the hardware/software costs. See Finding A. 2. on page 8.

Appendix 7.1



King County Executive  
RON SIMS

September 13, 2001

Cheryle A. Broom, King County Auditor  
Office of the County Auditor  
Room 1020  
C O U R T H O U S E

Dear Ms. Broome:

Thank you for the opportunity to review and respond to the preliminary draft report of the financial-related audit of the Financial Systems Replacement Program (FSRP).

The Executive Branch response to the draft audit consists of two parts: my comments included in this letter and a more detailed set of responses to each of the findings and recommendations contained in the draft prepared by the Department of Finance.

In general, I believe this audit serves a valuable function. Much has been written and spoken about the FSRP and the problems it encountered. My decision to suspend the project in 2000 was based in part on many of the problems identified in the audit. The audit serves as a valuable document highlighting, in particular, contract administration problems and making recommendations that can only improve the way we conduct these kinds of projects. In conjunction with the sound plan laid out in the Dye Management study of FSRP, it will help the County to establish the best possible framework for moving this project forward.

It is important to note that the audit finds no evidence that funds were spent in ways other than for the benefit of the project and in conformance with approved project budgets. Specifically, the report states on Page 2 "Our findings indicate that funds were spent in accordance with the program objectives and with approved program budgets during the course of the program." This is an important and significant finding.

In light of the audit finding that funds were spent in accordance with program objectives and approved budgets, I am troubled that the auditors chose to use the term "questioned costs". While the report explanation of the basis for questioned costs is that questioned costs arise only when transactions do not appear to comply with County policy or when supporting documentation cannot be located, the term by itself may leave the impression that questioned costs were funds that were spent inappropriately. Clearly the report findings do not support that impression.

KING COUNTY COURTHOUSE 516 THIRD AVENUE, ROOM 400 SEATTLE, WA 98104-3271  
(206) 296-4040 296-0194 FAX 296-0200 TDD E-mail: ron.sims@metrokc.gov

 King County is an Equal Opportunity/Affirmative Action Employer and complies with the Americans with Disabilities Act 



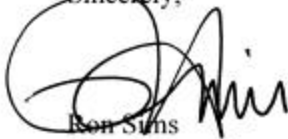
Cheryle A. Broom  
September 13, 2001  
Page 2

Many of the findings and recommendations in the report indicate that established County policy and procedures were not followed or were only partially followed. Further, the report recommends either establishing new policies and procedures or strengthening existing policies and procedures in a number of areas. In general I concur with these recommendations. It is the policy of this administration that adopted policies are to be adhered to and that, when required, new policies which promote sound management are to be adopted and followed. I do not and will not accept expediting a project as a reason for not following required procedures, on the FSRP or any other project.

As I indicated above, attached to this letter is a detailed set of comments on all findings and recommendations in the report. In most cases we concur with the accuracy of the findings. In some cases we do not concur or have an honest difference of opinion with the auditors – particularly in those areas related to the scope of consultant contracts. In certain cases in which the auditors indicated materials could not be found, documents have been found since the draft report was issued.

Again, thank you for the opportunity to review and comment on the draft report. If you have any questions about our comments please feel free to contact Bob Cowan, Director of Finance, at (206) 684-1935, or David Lawson, Manager, Executive Audit Services, at (206) 205-0780.

Sincerely,

A handwritten signature in black ink, appearing to read "Ron Sims", written over a circular stamp or seal.

Ron Sims  
King County Executive

Enclosure

cc: Paul Tanaka, Chief Administrative Officer  
Bob Cowan, Director, Department of Finance  
Dave Lawson, Manager, Executive Audit Services

**King County FSRP  
Agreed Upon Procedures Report**

**Auditor's Comments on  
The Executive's September 13, 2001 Letter**

The term, questioned costs, is often used in Government auditing.

Section 105 of OMB Circular A-133 defines a questioned cost as a cost that is questioned by the auditor because of an audit finding:

- Which resulted from a violation or possible violation of provision of a law, regulation, contract, grant, cooperative agreement, or other agreement or document governing the use of federal funds, including funds used to match federal funds.
- Where the costs, at the time of the audit, are not supported by adequate documentation.
- Where the costs incurred appear unreasonable and do not reflect the actions a prudent person would take in the circumstances.

As explained on page 6 of our report under the heading, **Basis for Questioned Costs and Proposed Adjusting Journal Entries**, our findings are of the first two types above only.